

Treasury Sales Team

Alina Elena Vrabioiu

+4021 307 58 17

alina.vrabioiu@otpbank.ro

Tania Fantana

+4021 307 58 17

tania.fantana@otpbank.ro

Alexandru Tibuleac

+4021 307 58 17

alexandru.tibuleac@otpbank.ro

Chief Economist

Gergely Tardos

+36 1 374 7273

tardosg@otpbank.hu

FX/FI Strategist

Levente Pápa

+36 1 354 7490

papal@otpbank.hu

Analyst

Mihaela Neagu

+4021 307 58 64

mihaela.neagu@otpbank.ro



Daily Report – Romania

Last data: 23.09.2013

STOCK EXCHANGE			
	Close	Daily chg. (%)	Weekly chg. (%)
BET	5.931,35	↑ 1,12	↑ 1,68
BET-C	3.110,76	↑ 0,97	↑ 1,38
BET-FI	26.429,51	↑ 0,02	↑ 0,79
BET-XT	534,98	↑ 0,81	↑ 1,39
FP	0,7220	↑ 0,63	↑ 2,05
SNP	0,4481	↑ 4,21	↑ 3,01
SIF3	0,6075	↓ -0,90	↑ 1,17
SIF1	1,0800	→ 0,00	↓ -1,82
BCC	0,0685	↑ 7,54	↑ 16,10

GOV'T BOND MARKET			
Maturity	Yield (%)	Daily chg. (bp)	Weekly chg. (bp)
6 month	3,56	↓ -1,0	↓ -32,0
12 month	3,70	↑ 1,0	↓ -27,5
3 year	4,23	↑ 1,5	↓ -22,5
5 year	4,45	↑ 0,5	↓ -33,5
10 year	4,99	↑ 2,0	↓ -31,0

GOV'T BOND AUCTIONS			
	Maturity	Auctions	Sold
Monday	5Y	RON 700 mn	RON 700 mn
Thursday	10Y	RON 500 mn	

MONEY MARKET			
	Rate (%)	Daily chg (bp)	Weekly chg (bp)
ON ROBOR	1,55	↓ -1,0	↓ -61,0
3M ROBOR	3,53	→ 0,0	↓ -25,0
6M ROBOR	3,96	→ 0,0	↓ -13,0
1Y ROBOR	4,02	→ 0,0	↓ -12,0
5Y CDS	172,19	↓ -3,8	↓ -12,6

FX MARKET			
	Rate	Daily chg. (%)	Weekly chg. (%)
EUR/RON	4,4669	↑ 0,08	↑ 0,17
USD/RON	3,3101	↑ 0,33	↓ -1,01
CHF/RON	3,6336	↑ 0,26	↑ 0,77
100HUF/RON	1,4957	↑ 0,15	↑ 0,31

Source: Reuters, OTP Research

Summary

- BET gained 1.12% yesterday whereas major global indexes posted losses; OMV Petrom and Banca Carpatica rose by 4.2% and 7.5% respectively; the final price for the 10% stake in the IPO of Nuclearelectrica was 11.2 RON/share, the minimum of the initial guidance
- The Treasury sold 5Y bonds at an average accepted yield of 4.56%, lower than 4.74% at the similar tender in the end of August; bid to cover was not impressive, at 1.4X.

Domestic indexes saw gains yesterday and BET jumped 1.12% driven especially by OMV Petrom which climbed 4.21% in a day. The company's CEO declared yesterday for Reuters that OMV Petrom planned to invest EUR 1 bn next year and that it is also looking into the exploration of shale gas, if feasible. Total equities' turnover on BVB stood at EUR 2.9 mn. Another surprising hike was the 7.54% d/d advance seen by BCC and of 16% on a weekly basis. The witnessed dynamics diverged from global markets where major indexes took some losses yesterday. The economic data was mixed and did not offer a clear direction: the September manufacturing PMI for the euro-zone came lower than expected but the composite PMI exceeded estimations. In the US, the Markit PMI was also lower than estimations.

The IPO of a 10% stake in Nuclearelectrica ended and the raised amount stood at RON 282 mn (EUR 63 mn). The final share price was the minimum of the target range of 11.2-15 RON /share. The institutional investors and the large tranche investors bought the shares for 11.2 RON/share, whereas the small investors' tranche had allocated a 8% discount for the first 3 subscription days and 3% discount later on.

The euro made a step back against the dollar yesterday, after Mario Draghi reemphasized that interest rates will be kept at the current level (or lower) for an extended period. The euro lost 0.2% to the dollar. The EUR/RON remained almost unchanged and it is now trading around 4.47 as well.

The Treasury sold the planned amount in 5Y bonds at the average accepted yield of 4.56% lower than the 4.74% accepted at the previous similar tender at the end of August. The bid to cover was not impressive at 1.4X.

PERIOD	INDICATOR	FACT	CONSENSUS	PREVIOUS
Monday	no data			
Tuesday	Aug	Non -governmental loans (y-o-y, %)		-4,4
	Aug	Non -governmental deposits (y-o-y, %)		2,9
	Aug	M3 aggregate (y-o-y, %)		2,0

Source: Reuters, NIS, NBR, OTP Research

OTP AM – Open-End Funds		20-Sep-13					
Open-end fund	ccy	last NAV/U	1d%		Ytd%		52W%
OTP AvantisRO	RON	7,2069	↓ -0,08	↑	5,69	↑	9,20
OTP Obligatiuni	RON	12,8805	↑ 0,01	↑	4,44	↑	6,99
OTP ComodisRO	RON	15,5737	↑ 0,02	↑	4,21	↑	6,47
OTP Eurobond	EUR	11,5323	↑ 0,01	↑	3,68	↑	5,57

Disclaimer

OTP Bank Romania S.A. does not intend to present this document as an objective or independent explanation of the matters contained therein. This document a) has not been prepared in accordance with legal requirements designed to promote the independence of investment research, and b) is not subject to any prohibition on dealing ahead of the dissemination of investment research.

This communication does not contain a comprehensive analysis of the described issues. This report is issued for information purposes only and should not be interpreted as a suggestion, an invitation or an offer to enter into any transaction, as an investment advice, and it does not constitute legal, tax or accounting advice. Also it is not and should not be considered a recommendation for investment in financial instruments according to NSC Regulations no. 32/2006 and 15/2006.

Information herein reflects current market practices. Additional information may be available on request. This document is intended only for the direct and sole use of the selected customers of OTP Bank Romania S.A. Any form of reproduction or redistribution to any other person that the intended recipients, including publication in whole or in part for any purpose, must not be made without the express written agreement of OTP Bank Romania S.A. Although the information in this document has been prepared in good faith from sources which OTP Bank Romania S.A. believes to be reliable, we do not represent or warrant its accuracy and such information may be incomplete or condensed. The issuer of this report does not claim that the information presented herein is perfectly accurate or complete. However it is based on sources available to the public and widely believed to be reliable. Also the opinions and estimates presented herein reflect a professional subjective judgment at the original date of publication and are therefore subject to change thereafter without notice. Furthermore there can be no guarantees that any market developments will unfold as forecasted. Opinions and estimates constitute our judgment and are subject to change without notice.

OTP Bank Romania S.A. may have issued reports that are different or inconsistent with the information expressed within this report and is under no obligation to update or keep current the information contained herein.

OTP Bank Romania S.A. may hold a position or act as market maker in the financial instrument of any issuer discussed herein or act as advisor or lender to such issuer. This document is not intended to provide the basis for any evaluation of the financial instruments discussed herein. In particular, information in this document regarding any issue of new financial instruments should be regarded as indicative, preliminary and for illustrative purposes only, and evaluation of any such financial instruments should be made solely on the basis of information contained in the relevant offering circular and pricing supplement when available. OTP Bank Romania S.A. does not act as a fiduciary for or an advisor to any prospective purchaser of the financial instruments discussed herein and is not responsible for determining the legality or suitability of an investment in the financial instruments by any prospective purchaser.

This report is not intended to influence in any way or to be considered a substitute to research and advice centred on the specific investment objectives and constraints of the recipient (including tax concerns) therefore investors should obtain individual financial advice. Before purchasing or selling financial instruments or engaging investment services, please examine the prospectuses, regulations, terms, agreements, notices, fee letters, and any other relevant documents regarding financial instruments or investment services described herein in order to be capable of making a well-advised investment decision. Please refer to your competent adviser for advice on the risks, fees, taxes, potential losses and any other relevant conditions before you make your investment decision regarding financial instruments or investment services described herein. OTP Bank Romania S.A. in compliance with the applicable law, assumes no responsibility, obligation, warranty or guarantee whatsoever for any direct or indirect damage (including losses arising from investments), or for the costs or expenses, detrimental legal consequences or other sanctions (including punitive and consequential damage) sustained by any natural or legal person as a result of the purchase or sale of financial instruments or engaging investment services described herein, even if OTP Bank Romania S.A. was warned of the possibility of such occurrences.

Figures described herein refer to the past and past performance is not a reliable indicator of future results. Investments in financial instruments carry a certain degree of risk (fluctuation of share prices, uncertainty of dividend, yields and / or profits, exchange rate fluctuations, etc.). The capital invested is not guaranteed, investment gains, usually assumed proportionate to risk, and past performance of financial instruments is not a guarantee for future performance.

Please note that the Internet is not a secure environment and OTP Bank Romania S.A. does not accept any liability for any loss caused by the result of using this report in a form altered or delayed by the wilful or accidental interception, corruption or virus infection.

All rights reserved – OTP Bank Romania S.A. (registered seat: Street Buzesti, no. 66-68, 1st district Bucharest, Romania; company registration number: 01-10-041585; NBR registration no RB-PJR-40-028/1999; for further information please refer to: <https://www.otpbank.ro/en>).

This document has been provided to the recipients upon their prior request. Your abovementioned permission may be withdrawn by an e-mail addressed to mihaela.neagu@otpbank.ro or a written mail addressed to OTP Bank Romania S.A , Buzesti Street, no. 66-68, 1st district, Bucharest, Romania. Please refer to your name and e-mail address in both cases.